

**LEGISLATIVE BUDGET BOARD**  
**Austin, Texas**

**FISCAL NOTE, 80TH LEGISLATIVE REGULAR SESSION**

**March 10, 2007**

**TO:** Honorable Royce West, Chair, Senate Committee on Intergovernmental Relations

**FROM:** John S. O'Brien, Director, Legislative Budget Board

**IN RE: SB462** by Harris (Relating to the allocation of revenue from the municipal hotel occupancy tax for the arts for certain municipalities.), **As Introduced**

<b>No fiscal implication to the State is anticipated.</b>
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The bill would add a new section to Chapter 351 of the Tax Code, relating to the allocation of the municipal hotel occupancy tax revenue for the arts for certain municipalities. Under the bill, certain municipalities with a population of more than 190,000 may use an amount less than or equal to 24 percent of its hotel occupancy tax collections for the purposes provided by Section 351.101(a) (4), if the municipality is located in a county in which another municipality with a population of more than one million is predominately located.

Currently only the municipalities of Irving and Garland meet the criteria established in the bill.

The new section established by the bill would expire September 1, 2022.

The bill would take effect immediately if it receives two-thirds vote in each house; otherwise, it would take effect September 1, 2007.

**Local Government Impact**

Because the bill would not have statewide impact on units of local government of the same type or class, no comment from this office is required by the rules of the House/Senate as to its probable fiscal implication on units of local government.

**Source Agencies:** 304 Comptroller of Public Accounts

**LBB Staff:** JOB, DB, SD, CT, EB, KJG